

# **FISCAL NOTE**

## **HB 3185 - SB 3140**

February 18, 2002

**SUMMARY OF BILL:** Exempts property of fraternal organizations which are exempt from federal income taxes from property taxation to the extent such property is not used for revenue-producing profit. Specifies that rent charged to members is not considered revenue-producing profit. Provides that any social fraternity or sorority affiliated with a college or university which applied for a property tax exemption after April 1, 1998, and whose application was denied may reapply and that the effective date of the exemption shall be the date that would have been granted had the first application been approved.

### **ESTIMATED FISCAL IMPACT:**

#### **Decrease Local Govt. Revenues - Exceeds \$200,000**

Estimate assumes local governments will experience a decrease in property tax revenues from the exemption of such properties. This decrease is estimated to be significant.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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